

Commission on Children 1013

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time	7	7	7	7	7	0
BUDGET SUMMARY						
Personal Services	369,033	452,585	484,875	484,875	484,875	0
Other Expenses	118,378	95,150	99,775	99,775	99,775	0
Equipment	0	2,500	2,625	2,625	2,625	0
Other Current Expenses						
Social Health Index	40,000	40,000	40,000	40,000	40,000	0
Agency Total - General Fund	527,411	590,235	627,275	627,275	627,275	0
Additional Funds Available						
Federal Contributions	11,759	11,756	11,756	11,756	11,756	0
Private Contributions	81,534	43,307	43,307	43,307	43,307	0
Agency Grand Total	620,704	645,298	682,338	682,338	682,338	0
	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	7	627,275	7	627,275	0	0
Total	7	627,275	7	627,275	0	0

Department of Social Services 6100

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time	2,149	2,149	2,149	2,239	2,242	3
BUDGET SUMMARY						
Personal Services	104,492,573	112,138,300	117,379,410	122,311,510	122,843,307	531,797
Other Expenses	47,144,754	46,471,567	46,397,215	90,019,592	83,219,592	-6,800,000
Equipment	1,000	1,000	1,000	1,000	1,000	0
Other Current Expenses						
Financial Management Reporting	445,336	0	0	0	0	0
HUSKY Outreach and Data Collection	5,473,172	4,475,060	5,475,060	1,500,000	5,080,307	3,580,307
Independent Living Center- Administration	24,388	24,388	24,388	0	30,000	30,000
Anti-Hunger Programs	227,016	215,665	227,016	0	265,665	265,665
Genetic Tests in Paternity Actions	159,560	207,560	218,484	207,560	207,560	0
State Food Stamp Supplement	1,816,226	1,130,204	1,184,763	1,957,406	1,957,406	0
Day Care Projects	490,533	466,006	490,533	466,006	466,006	0
Commission on Aging	237,433	205,121	281,033	219,184	219,184	0
Information Technology Services	40,672,056	47,939,596	50,070,978	0	0	0
HUSKY Program	10,940,317	17,668,000	21,091,470	26,363,000	25,463,000	-900,000
Other Than Payments to Local Governments						
Vocational Rehabilitation	7,067,494	7,068,478	7,068,478	7,068,478	7,068,478	0
Medicaid	2,372,993,625	2,497,847,302	2,593,271,493	2,627,553,599	2,577,675,289	-49,878,310
Lifestar Helicopter	0	1,000,000	1,000,000	1,500,000	0	-1,500,000
Old Age Assistance	29,823,382	29,406,789	31,779,221	29,796,927	30,403,177	606,250
Aid to the Blind	580,347	580,651	587,149	619,335	638,085	18,750
Aid to the Disabled	58,430,354	57,000,740	59,323,266	56,851,234	58,226,234	1,375,000
Temporary Assistance to Families	23,651,284	0	0	0	0	0
Temporary Assistance to Families - TANF	124,051,046	140,072,353	122,540,334	132,117,104	132,117,104	0
Adjustment of Recoveries	127,188	150,000	150,000	150,000	150,000	0
Emergency Assistance	325	500	500	500	500	0
Food Stamp Training Expenses	0	130,800	130,800	130,800	130,800	0
Connecticut Pharmaceutical Assistance Contract to the Elderly	37,861,577	42,900,010	74,468,137	63,723,227	62,363,271	-1,359,956
DMHAS-Disproportionate Share	151,000,000	105,935,000	105,935,000	105,935,000	105,935,000	0
Connecticut Home Care Program	21,410,509	18,200,000	25,380,000	27,286,000	27,286,000	0
Human Resource Development-Hispanic Programs	105,506	95,506	105,506	95,506	205,506	110,000
Services to the Elderly	5,869,043	6,148,498	6,498,623	5,934,894	6,664,756	729,862
Hospital Assistance Program	1,512,642	0	0	0	0	0
Safety Net Services	4,705,920	3,774,193	4,288,624	3,774,193	4,288,624	514,431
Transportation for Employment Independence Program	2,812,979	2,793,408	2,940,430	2,793,408	2,793,408	0
Opportunity Industrial Centers	310,466	0	0	0	0	0
Transitional Rental Assistance	2,357,218	1,149,902	3,420,950	1,002,812	2,002,812	1,000,000
Refunds of Collections	81,937	200,000	200,000	200,000	200,000	0
Energy Assistance	1,750,000	2,081,170	2,081,170	0	0	0
Services for Persons with Disabilities	6,590,010	6,237,444	6,925,727	5,578,552	6,753,160	1,174,608
Child Care Services	5,713,967	0	0	0	0	0
Child Care Services - TANF/CCDBG	106,641,717	122,509,981	115,474,708	112,854,140	119,954,140	7,100,000
Residences for Persons with AIDS	3,017,607	0	0	0	0	0
Nutrition Assistance	95,617	95,617	95,617	95,617	95,617	0
Housing/Homeless Services	18,143,041	22,727,440	25,392,337	25,521,449	26,408,002	886,553
Employment Opportunities	871,135	871,135	871,135	871,135	871,135	0
Human Resource Development	3,827,696	3,386,311	3,827,696	3,386,311	3,736,311	350,000
Child Day Care	5,958,610	3,493,482	3,677,350	3,493,482	3,493,482	0
Independent Living Centers	729,444	692,972	729,444	656,500	692,972	36,472
AIDS Drug Assistance	615,917	615,917	615,917	615,917	615,917	0

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
Shelter Services for Victims of Household Abuse	28,091	0	0	0	0	0
Disproportionate Share-Medical Emergency Assistance	205,487,358	85,000,000	85,000,000	85,000,000	85,000,000	0
DSH-Urban Hospitals in Distressed Municipalities	0	15,000,000	15,000,000	30,000,000	30,000,000	0
State Administered General Assistance	94,065,800	99,051,852	101,442,033	102,283,927	104,607,193	2,323,266
School Readiness	5,604,681	4,607,500	3,850,000	3,607,500	3,850,000	242,500
Connecticut Children's Medical Center	6,776,000	7,000,000	7,000,000	7,000,000	7,000,000	0
Community Services	72,828	0	354,187	0	200,000	200,000
Grant Payments to Local Governments						
Child Day Care	4,876,486	3,629,725	3,629,725	3,629,725	3,629,725	0
Human Resource Development	77,666	77,666	77,666	69,899	77,666	7,767
Human Resource Development-Hispanic Programs	12,150	12,150	12,150	10,935	12,150	1,215
Teen Pregnancy Prevention	988,380	1,092,420	1,192,420	1,105,178	1,124,420	19,242
School Based Child Health	8,599,939	0	0	0	0	0
Services to the Elderly	0	49,236	49,236	49,236	49,236	0
Housing/Homeless Services	0	592,427	592,427	592,427	592,427	0
Vocational Rehabilitation Transition Plan	40,576	0	0	0	0	0
Agency Total - General Fund	3,537,461,922	3,524,221,042	3,659,820,806	3,696,000,205	3,656,665,624	-39,334,581
Additional Funds Available						
Federal Contributions	194,537,398	175,774,761	175,289,832	175,289,832	175,289,832	0
Carry Forward - FY 01 Surplus Appropriations	0	50,281,937	8,569,288	8,569,288	8,569,288	0
Special Funds, Non-Appropriated	17,500,000	31,800,000	31,800,000	31,800,000	31,800,000	0
Private Contributions	7,126,735	4,484,415	4,537,619	4,537,619	4,537,619	0
Agency Grand Total	3,756,626,055	3,786,562,155	3,880,017,545	3,916,196,944	3,876,862,363	-39,334,581

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	2,149	3,659,820,806	2,149	3,659,820,806	0	0

Provide FY02 Deficiency Funding -(B)

(Governor) The Governor's proposed deficiency bill, HB 5022, provides an additional \$44.1 million to fund anticipated shortfalls in the Department of Social Services for FY02. Of this total, \$32.3 is appropriated to the Medicaid program and \$11.8 is appropriated to the Temporary Family Assistance program. The details of these increased costs are outlined in the write-ups "*Medicaid Cost and Caseload Increase*" and "*Temporary Family Assistance Cost and Caseload Increase*". It should be noted that the projected deficiency of \$32.3 million in Medicaid is net of lapses and/or shortfalls in other accounts.

-(Committee) Same as Governor

Annualize Savings from Deficit Mitigation Plan -(B)

In response to the projected FY 02 deficit, the governor enacted allotment recisions and forced targetable lapses totaling \$29.5 million in September 2001. An additional \$28.1 million in recisions and forced lapses was imposed in December 2001.

Also, SA 01-1(November 15, 2001 Special Session) made \$35.3 million in General Fund operating budget reductions.

The Midterm Budget Adjustments recommend removing \$32.3 million from various selected accounts related to annualization of these savings initiatives.

(Governor) Funding is recommended to be reduced in order to reflect the annualization of certain FY 02 allotment recisions, forced targetable lapses and

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
operating budget reductions.						
It should be noted that the recisions implemented during FY02 for homeless services and the Rental Assistance Program, totaling over \$2 million, were not annualized in the FY03 budget. The Governor has maintained the original FY03 appropriation for these programs.						
(Committee) The committee restores full FY03 funding for the Elderly Services, Services to People with Disabilities, Safety Net and School Readiness line items. The committee assumes that eligibility for the safety net program will be expanded to include those individuals who leave the Temporary Family Assistance program due to time limits.						
Personal Services	0	-1,000,000	0	-1,000,000	0	0
HUSKY Outreach and Data Collection	0	-273,753	0	-273,753	0	0
Anti-Hunger Programs	0	-11,351	0	-11,351	0	0
Genetic Tests in Paternity Actions	0	-10,924	0	-10,924	0	0
Day Care Projects	0	-24,527	0	-24,527	0	0
Commission on Aging	0	-61,849	0	-61,849	0	0
Services to the Elderly	0	-450,000	0	0	0	450,000
Safety Net Services	0	-514,431	0	0	0	514,431
Transportation for Employment Independence Program	0	-147,022	0	-147,022	0	0
Transitory Rental Assistance	0	-171,048	0	-171,048	0	0
Services for Persons with Disabilities	0	-346,670	0	0	0	346,670
Human Resource Development	0	-191,385	0	-191,385	0	0
Child Day Care	0	-183,868	0	-183,868	0	0
Independent Living Centers	0	-36,472	0	-36,472	0	0
School Readiness	0	-242,500	0	0	0	242,500
Community Services	0	-354,187	0	-354,187	0	0
Teen Pregnancy Prevention	0	-100,000	0	-100,000	0	0
Total - General Fund	0	-4,119,987	0	-2,566,386	0	1,553,601

Medicaid Cost and Caseload Update-(B)

The Medicaid program consists of two primary components: health services and long term care services.

Medicaid health services provide a wide array of programs including hospital and physician services as well as vision, dental, pharmacy, transportation, home health care, and clinic services. Medicaid eligibility is based upon income requirements and, in some cases, asset limits. It provides services for individuals in low-income families, pregnant women, the aged, the blind, the disabled, and children under 21 years of age. Services have historically been paid for on a fee-for-service basis. However, significant portions of clients served are currently enrolled in private managed care health plans under contract with the Department of Social Services. Within federal parameters, the state establishes reimbursement rates for all types of services. Utilization is a function of the number of eligible recipients actually using particular health care services and may vary over time.

Connecticut's Medicaid program provides significant funding for long term care services primarily to the elderly population that meets established income and asset eligibility criteria. Nursing facilities provide a full range of services such as health, rehabilitation, social, nutrition, and housing services for a single per diem rate. Care is provided in facilities licensed as either: 1) chronic and convalescent homes (CCH); or 2) rest home with nursing services (RHNS). Total nursing home expenditures are based upon the number of

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
clients served multiplied by the rate charged by each facility for the services provided. There are approximately 20,000 Medicaid nursing home clients. (Governor) The Governor recommends an additional \$50.4 million to reflect updated cost and caseload estimates under the Medicaid program. This cost update annualizes the deficiency that Medicaid is anticipated to experience in FY02.						
While almost all areas of Medicaid health services are currently exceeding appropriation levels, three areas of spending represent two-thirds of the projected deficiency in the account for FY 02. Those areas and the projected amount over budget are as follows: 1) pharmacy - \$5.73 million; 2) home health care - \$8.57 million; and 3) managed care (HUSKY) - \$6.65 million. Expenditures in Medicaid long term care are slightly below the appropriated level and are offsetting a portion of the overall deficiency.						
Pharmacy costs continue to rise and the cost savings initiatives continue to be difficult to administer. However, the current deficiency is relatively small in comparison to the projected level of expenditures at \$259 million. The deficiency represents 2 percent of the account. Pharmacy expenditures have been growing in the range of 14 to 16 percent over the last several years.						
The next major item of overspending is in the area of home health care. There are three components to the Connecticut Home Care program two funded by Medicaid and one entirely state funded. Deficiencies are occurring in both state and Medicaid funding streams. Two components are funded by Medicaid: a community based waiver program with expanded eligibility criteria and home health care normally provided under the program. The third component is the state-funded home care program that has even more generous eligibility and service criteria than the Medicaid program. Under the Medicaid program a deficiency of \$8.57 million is projected out of an expenditure of \$216 million. The Home Care Program currently provides services to 11,500 residents, 8,290 under Medicaid and 3,220 under the funded portion of the program.						
Finally, there is a projected deficiency in the Managed Care (HUSKY A) program. Enrollment in HUSKY A has been robust for the first six months of the current fiscal year. As of July 1, 2001, there were 239,829 clients in the HUSKY A insurance program. Enrollment grew nearly 21,000 clients (9 percent) in the first six months of the fiscal year, far exceeding forecasted projections. It is expected that this increase will not continue in the second half of FY 02. If it does the deficiency in this account will probably get even larger. Most of the increase has been the result of the expansion of HUSKY A to adults with children with incomes between 100 percent and 150 percent of the federal poverty limit. This substantial increase has been due to aggressive outreach efforts on the part of DSS and increases in the state's unemployment rate.						
-(Committee) Same as Governor						
Medicaid	0	50,368,507	0	50,368,507	0	0
Total - General Fund	0	50,368,507	0	50,368,507	0	0

Require Dual Nursing Home Licenses -(B)

3/25/02

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
<p>(Governor) The Governor recommends changing the Medicare Distinct Parts option from current regulations and requiring all nursing homes to obtain dual licensing (Medicare and Medicaid) status. The dual licensing of beds will allow the facility to bill federally-funded Medicare for the first 100 days of stay upon return rather than billing Medicaid, which is the payer of last resort. This change is expected to save \$1.9 million in FY03.</p> <p>-(Committee) Same as Governor</p>						
Medicaid	0	-1,900,000	0	-1,900,000	0	0
Total - General Fund	0	-1,900,000	0	-1,900,000	0	0

Repeal Nursing Home Staffing Funding -(B)

The original FY03 budget included funding to increase nursing home staffing levels to the minimums recommended by the federal Centers for Medicare and Medicaid Services (formerly HCFA).

(Governor) The Governor recommends reducing Medicaid by \$7 million, to reflect the maintenance of the current Department of Public Health staffing standards.

-(Committee) Same as Governor

Medicaid	0	-7,000,000	0	-7,000,000	0	0
Total - General Fund	0	-7,000,000	0	-7,000,000	0	0

Delay Nursing Home Rate Increase -(B)

The original FY03 budget included a 2% per diem rate increase for nursing homes.

(Governor) The Governor recommends delaying the FY03 nursing home rate increase by 1 month. This is expected to save \$2.1 million.

(Committee) The committee delays the FY03 nursing home rate increase until November 1, 2002. This is expected to save a total of \$8.4 million.

Medicaid	0	-2,100,000	0	-8,400,000	0	-6,300,000
Total - General Fund	0	-2,100,000	0	-8,400,000	0	-6,300,000

Establish Community Alternatives to Nursing Home Care -(B)

(Governor) The Governor recommends establishing two assisted living pilots to allow up to 75 individuals in private pay assisted living facilities to continue to receive state funded services after exhausting their personal resources. A Medicaid pilot program would enroll 50 individuals while a pilot program within the Connecticut Home Care would enroll 25. This is expected to result in a net savings of \$249,000 by delaying entry into more expensive long term care facilities. These pilot programs would begin in January, 2003.

-(Committee) Same as Governor

Personal Services	1	45,000	1	45,000	0	0
Medicaid	0	-260,000	0	-260,000	0	0
Connecticut Home Care Program	0	-34,000	0	-34,000	0	0
Total - General Fund	1	-249,000	1	-249,000	0	0

Enhance Home Health Care Rates -(B)

(Governor) The Governor recommends providing \$1.2 million for an additional rate increase of .5% for home and community care under the Medicaid and Connecticut Home Care programs. This will provide a

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
total rate increase of 2%, due to the 1.5% provided in the original FY03 budget.						
The Governor also recommends providing an additional \$2.5 million for home and community care providers and adult day care agencies experiencing financial distress. This supplemental rate increase may help agencies become more competitive in the home-health marketplace and better able to recruit nursing staff.						
-(Committee) Same as Governor						
Medicaid	0	3,625,700	0	3,625,700	0	0
Connecticut Home Care Program	0	100,000	0	100,000	0	0
Total - General Fund	0	3,725,700	0	3,725,700	0	0

Connecticut Home Care Cost and Caseload Update -(B)

The Connecticut Home Care program assists the frail elderly in avoiding unnecessary or premature nursing home care by making available a variety of community-based services. The program is not an entitlement; rather the number of clients served is based upon the funding available. The services covered include home-health aides, visiting nurses, homemaker aides, adult day care, personal assistance, and meals on wheels. The home care program is funded from two separate accounts: the Medicaid account, which is matched by federal funds; and the Connecticut Home Care Program, which is funded solely by the state. The funds used to cover services depend upon client eligibility.

(Governor) The Governor recommends an additional \$1.8 million for the Connecticut Home Care account to reflect updated cost and caseload estimates.

-(Committee) Same as Governor

Connecticut Home Care Program	0	1,840,000	0	1,840,000	0	0
Total - General Fund	0	1,840,000	0	1,840,000	0	0

Rescind Physician Rate Relief -(B)

The original FY03 budget included \$3.9 million for rate relief for physicians who serve dually eligible (Medicare/Medicaid) clients. This was intended to offset the effects of the capped crossover payments that limit Medicaid reimbursement to certain providers.

(Governor) The Governor recommends rescinding the physician rate relief, thereby reducing the Medicaid appropriation by \$3.9 million.

(Committee) The committee continues to provide funding for physician rate relief.

Medicaid	0	-3,900,000	0	0	0	3,900,000
Total - General Fund	0	-3,900,000	0	0	0	3,900,000

Enhance Rates for Certain Medical Providers-(B)

(Governor) The Governor recommends providing \$1.2 million for a 2% rate increase for physicians and other practitioners under the Medicaid and SAGA programs.

(Committee) The committee does not provide for additional rate increases for physicians and other practitioners over and above the \$3.9 million provided by the committee for physicians under the write-up "Rescind Physician Rate Relief".

Medicaid	0	1,015,000	0	0	0	-1,015,000
State Administered General Assistance	0	230,000	0	0	0	-230,000

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Total - General Fund	0	1,245,000	0	0	0	-1,245,000

Restructure Psychiatric Reinsurance-(B)

Psychiatric reinsurance payments to HUSKY A managed care organizations (MCO's) have increased significantly since the inception of the psychiatric reinsurance program in September 1998. Currently, MCO's receive full compensation for psychiatric stays over 60 days, which has resulted in an increase of psychiatric long-term hospital stays.

(Governor) The Governor recommends changing the psychiatric reinsurance program so that MCO's would be responsible for 100% of psychiatric costs for the first 30 days of hospitalizations, and would be further responsible for 30% of the costs for all hospitalization after 30 days. The state would be responsible for the remaining 70% of costs for stays in excess of 30 days. This change is expected to save \$3.2 million in FY03.

-(Committee) Same as Governor

Medicaid	0	-3,200,000	0	-3,200,000	0	0
Total - General Fund	0	-3,200,000	0	-3,200,000	0	0

Delay in Payment for Prepaid Capitation -(B)

DSS operates its Medicaid managed care program on a prospective prepaid capitation payment system. Payments for enrollees under the managed care program are made on the first day of the month immediately following their enrollment into a Medicaid health plan.

(Committee) The committee reduces the Medicaid account by \$40 million in FY03 to reflect the transfer of one month of prepaid capitation fees from FY03 to FY04. Prepaid capitation payments scheduled to be made in June 2003 will be made in July 2003. The July 2003 payment will consist of both the normally scheduled July payment and that of the postponed June payment.

Medicaid	0	0	0	-40,000,000	0	-40,000,000
Total - General Fund	0	0	0	-40,000,000	0	-40,000,000

Reallocate Private Provider COLA -(B)

(Governor) The Governor recommends a transfer of \$507,667 to reflect the reallocation of funds for the private provider COLA from the Office of Policy and Management.

-(Committee) Same as Governor

Medicaid	0	507,667	0	507,667	0	0
Total - General Fund	0	507,667	0	507,667	0	0

Increase Funding for Lifestar Helicopter -(B)

(Governor) The Governor recommends providing an additional \$500,000 to subsidize the operation of the Lifestar Helicopter.

(Committee) The committee eliminates the DSS grant to support the operations of Lifestar helicopter.

Lifestar Helicopter	0	500,000	0	-1,000,000	0	-1,500,000
Total - General Fund	0	500,000	0	-1,000,000	0	-1,500,000

Increase Urban DSH Grant Funding -(B)

(Governor) The Governor recommends an additional \$15 million for the urban disproportionate share

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payment program, bringing the total funding for FY 03 to \$30 million. Currently, there are nine hospitals receiving payments in the urban DSH program. Payments to those hospitals would double under the Governor's recommended funding level. As part of the Governor's deficit mitigation plan, it is recommended that the last five quarters of "hold harmless" payments currently being made to three hospitals (Stamford, Saint Francis, and Hartford) would not be paid from FY01 surplus but would instead be used to reduce the projected FY 02 deficit. The loss to Hartford and Saint Francis would be substantially offset by the increase in their urban DSH payments. Stamford Hospital does not receive any urban DSH funds. It should be further noted that hold harmless payments would cease at the end of FY 03.						
-(Committee)Same as Governor						
DSH-Urban Hospitals in Distressed Municipalities	0	15,000,000	0	15,000,000	0	0
Total - General Fund	0	15,000,000	0	15,000,000	0	0

Restructure Pharmacy Services-(B)

The Medicaid, ConnPACE and State Administered General Assistance (SAGA) programs provide pharmacy services for eligible recipients. With the exception of clients enrolled in managed care plans, the department pays for all prescriptions on a fee-for-service basis.

(Governor) The Governor recommends reducing pharmaceutical costs by \$19.7 million in Medicaid, ConnPACE and SAGA through the following savings initiatives:

- Reducing the dispensing fee for prescriptions at chain, independent and long-term care pharmacies from \$4.10 to \$3.50. Assuming a September 1, 2002 implementation, this change will save \$3.7 million in FY03, with an annualized savings of \$4.4 million.
- Reducing the average wholesale price (AWP) reimbursement paid to pharmacies from minus 12% to minus 13.5%. Assuming a September 1, 2002 implementation, this change will save \$5.6 million in FY03, with an annualized savings of \$6.7 million.
- Implementing maximum allowable cost (MAC) for generic drugs. This policy encourages the use of the most cost effective drugs by establishing a ceiling price for certain generics drugs. Assuming a September 1, 2002 implementation, this change will save \$4.2 million in FY03, with an annualized savings of \$5 million.
- Strengthening the state's existing law that requires nursing homes to participate in the drug return program. Currently, only 23% of nursing homes participate in the program. To encourage participation, the department will impose financial sanctions for those homes that do not participate in the program. This change is expected to save \$3.7 million in FY03.
- Implementing a voluntary mail order prescription program to fill maintenance drugs under the ConnPACE and Medicaid programs. Assuming a phased-in implementation beginning January 1, 2003, this change will save \$2.5 million in FY03, with an annualized savings of \$14.2 million.

Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
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The Governor also offers as an alternative to the program reductions detailed above, allowing DSS to have the flexibility to explore contracting out pharmacy services. DSS would contract with a private entity to manage and assume responsibility for a comprehensive prescription drug benefit that meets all Medicaid requirements.

(Committee) The committee recommends the adoption of the following pharmacy savings initiatives: 1) the implementation of maximum allowable costs (MAC) for generic drugs; 2) voluntary mail order; 3) the imposition of financial sanctions for nursing homes that fail to participate in DSS's drug return program; 4) elimination of the 50 cent incentive fee for generic substitutions; and 5) authorization for DSS to negotiate supplemental rebates and disease management programs for the purchase of preferred drugs in the state's Medicaid, General Assistance, and ConnPACE programs.

The committee accepts the recommendations of the governor's pharmacy initiatives with the exception of the reduction in the retail dispensing fee and average wholesale price. Two years ago the legislature passed a mandatory drug return program for nursing homes. In effort to ensure that all homes comply the subcommittee concurs with the governor's recommendation that financial sanctions be imposed on homes that do not comply with the state's drug return policy. Assuming the implementation of DSS's prior authorization plan for mandatory generic drug substitution, providing an incentive is no longer needed.

Supplemental rebates. The committee recommends that the state establish a preferred drug list for purposes of negotiating supplemental rebates on pharmaceuticals. Federal law (42 USC sec.1396r-8(a)(4)) allows states to establish a preferred drug list and negotiate supplemental rebates from drug manufacturers. Michigan and Florida are currently operating a preferred drug list in conjunction with their prior authorization programs. It is recommended that Connecticut initiate a pharmaceutical best practices program that includes the establishment of a preferred drug list along with its prior authorization plan. Drugs not on the preferred list may be distributed by prior authorization only. A drug may be excluded from the preferred list if it does not have a significant, clinically meaningful therapeutic advantage in terms of safety, effectiveness, or clinical outcome of such treatment for such population over other drugs included in the list and there is a written explanation (available to the public) of the basis for the exclusion. The Department of Social Services shall be granted the authority to negotiate with manufacturers supplemental rebates for all drugs placed on the preferred provider list.

There shall also be established a Pharmaceutical and Therapeutics Committee consisting of physicians, pharmacists, and other appropriate individuals appointed by the Governor. The committee is responsible for determining if a drug has a significant, clinically meaningful therapeutic advantage in terms of safety effectiveness and clinical outcome and thus not allowed to be excluded from the list. All anti-psychotics, antidepressants, anticonvulsants and HIV related antiretroviral agents are exempt from prior authorization restrictions and are placed on the preferred drug list.

Full year estimated savings from the preferred drug list supplemental rebates are as follows: General Assistance – none (included in governor's GA

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<p>recommendations on FQHC's); ConnPACE - \$6.3 million; Medicaid - \$31.0 million. Total annual pharmacy savings is \$37.3 million. Implementation of the Pharmaceutical Practices Initiative is expected to begin October 1, 2002. Savings achieved are expected to be three-fourths that of the fully annualized cost. For FY 03 savings in pharmacy is expected to be \$27.9 million. In addition, administrative cost to implement the program will be \$900,000 (\$400,000 for personnel and \$500,000 for operating expenses). Net savings for FY 03 is \$27 million.</p> <p>Additional FY03 savings include changing the change in MAC pricing for \$4.2 million. Voluntary mail order implementation will reduce expenditures by \$2.5 million and full implementation of mandatory nursing home drug return will result in \$3.7 million in pharmacy savings. The total pharmacy savings of these initiatives results in reduced expenditures in Medicaid, General Assistance, and ConnPACE of \$37.5 million.</p>						
Personal Services	0	0	0	400,000	0	400,000
Other Expenses	0	200,000	0	700,000	0	500,000
Medicaid	0	-16,100,000	0	-32,078,310	0	-15,978,310
Connecticut Pharmaceutical Assistance Contract to the Elderly	0	-2,900,000	0	-6,159,956	0	-3,259,956
State Administered General Assistance	0	-900,000	0	-346,734	0	553,266
Total - General Fund	0	-19,700,000	0	-37,485,000	0	-17,785,000

ConnPACE Cost and Caseload Update -(B)

The ConnPACE program helps eligible senior and disabled residents pay for covered prescription drugs, insulin, insulin syringes and needles. Program participants pay a \$12 co-payment for each prescription; the department pays the remainder of the cost. To be eligible for the program, a person must have an adjusted gross income of less than \$15,600 if single, and less than \$18,700 if married. These income limits went into effect January 1, 2002 and will be increased to \$20,000 and \$27,100, respectively, effective April 1, 2002. They will be indexed upward according to the Social Security cost-of-living increase each subsequent April 1st.

(Governor) The Governor recommends a decrease in funding of \$5,944,910 to reflect more recent caseload and cost trends. Adoption of this recommendation, in conjunction with the \$4.8 million savings described in the write-ups entitled "Restructure Pharmacy Services" and "Establish ConnPACE Asset Test", will result in total funding for the ConnPACE program of \$63,723,227 in FY 03. An estimated average monthly enrolment of 47,518 individuals will be served.

-(Committee) Same as Governor

Connecticut Pharmaceutical Assistance Contract to the Elderly	0	-5,944,910	0	-5,944,910	0	0
Total - General Fund	0	-5,944,910	0	-5,944,910	0	0

Establish ConnPACE Asset Test -(B)

(Governor) The Governor recommends implementing an asset test for eligibility in the ConnPACE program. Under this proposal, an individual could have assets up to \$50,000, and a married couple could have assets up to \$75,000. Assets considered in the test would include bank accounts, stocks, bonds, certificates of deposit, cash surrender value of life insurance and non-home property. This change is expected to save \$1.9 million

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in FY03.						
(Committee) The committee does not establish an asset test for the ConnPACE program.						
Connecticut Pharmaceutical Assistance Contract to the Elderly	0	-1,900,000	0	0	0	1,900,000
Total - General Fund	0	-1,900,000	0	0	0	1,900,000

HUSKY Cost and Caseload Update -(B)

The HUSKY program provides medical benefits for all children whose family income is between 185% to 300% of the federal poverty level (HUSKY B). Those families with incomes under 185% of the poverty level are funded through the Medicaid account (HUSKY A), while those over this level are funded through the separate HUSKY account. Some enrollees in this program may be required to make a co-payment for services, based on a sliding fee scale. Coverage under HUSKY B is available to children over 300% of the poverty limit based upon full payment by the client of the health insurance premiums and co-payments.

(Governor) The Governor recommends an additional \$3.6 million to reflect updated cost and caseload estimates under the HUSKY program.

-(Committee) Same as Governor

HUSKY Program	0	3,621,530	0	3,621,530	0	0
Total - General Fund	0	3,621,530	0	3,621,530	0	0

Restructure HUSKY Adult Services -(B)

The HUSKY Adult program provides health benefits to parents of children enrolled in the HUSKY program if their incomes are between 100% and 150% of the federal poverty level (FPL).

(Governor) The Governor recommends providing parents with incomes between 100% and 150% FPL the benefit package offered under the HUSKY B plan, as well as charging them \$30 per month. The HUSKY B package includes a \$5 co-pay for physician services and a two-tiered pharmacy structure of \$3 for generics and \$6 for brand name drugs, similar to the state employee plan. Assuming a January 1, 2003 implementation, this change is expected to save \$5.6 million in FY03.

(Committee) The committee concurs with the Governor's recommendation to change the benefit package for HUSKY adults between 100% and 150% FPL. However, the committee assumes that the total savings for this initiative will be \$7.87 million in FY03 (\$15.7 million annually), not the \$5.6 million estimated by the Governor for FY03. This additional savings assumes that 15% of the 22,000 adults estimated to be enrolled in the program in FY03 will drop their coverage when faced with the monthly premiums and co-payments. The Governor made no such adjustment in his savings calculation. The committee further reduces the monthly premium for the HUSKY adults from \$30 to \$15. This reduces the projected FY03 savings to \$6.2 million.

The committee further reinvests the savings from this service change to expand health coverage to adults of HUSKY children with incomes up to 185% FPL. These individuals would receive the same coverage package, with premiums and co-payments, as is proposed for those with incomes between 100% and 150% FPL. Based on the current enrollment experience, the committee estimates that approximately 11,000 adults

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will take advantage of this program when fully annualized, at a cost \$18.3 million. Assuming a January 1, 2003 implementation date, with full enrollment by July 1, 2003, this expansion is expected to cost \$6.4 million in FY03.

The net effect of these proposed changes are detailed in the table below:

	Benefit Change FY03	Expansion Cost FY03	Net FY03	Benefit Change Annual	Expansion Cost Annual	Net Annual
Governor	-\$5.6 mil	\$0	-\$5.6 mil	-\$11.2 mil	\$0	-\$11.2mil
Committee	-\$6.2mil	\$6.4 mil	\$.2 mil	-\$12.4 mil	\$18.3 mil	\$5.9 mil

Medicaid	0	-5,600,000	0	190,000	0	5,790,000
Total - General Fund	0	-5,600,000	0	190,000	0	5,790,000

Restructure Rates for the HUSKY Program -(B)

(Governor) The Governor recommends restructuring the financing of the HUSKY program through Managed Care Organizations (MCO's). First, the Governor recommends repealing the tax credit for commercial enrollees, for a savings of \$14 million. In its place, a 4% increase in the monthly capitation rate and a one-time supplemental appropriation of \$7.8 million is provided. Secondly, the Governor recommends delaying the originally budgeted 3% rate increase for FY03 by six months, for a savings of \$6.9 million. The total net cost of these recommendations is \$19.5 million in FY03.

-(Committee) Same as Governor

HUSKY Program	0	750,000	0	750,000	0	0
Medicaid	0	18,760,000	0	18,760,000	0	0
Total - General Fund	0	19,510,000	0	19,510,000	0	0

Restructure HUSKY Outreach Efforts -(B)

The HUSKY Outreach and Data Collection account funds outreach and Healthy Start efforts conducted by 15 entities, as well as the Children's Health Initiative.

(Governor) The Governor recommends reducing the HUSKY Outreach and Data Collection account by \$4 million. This represents a reduction in the overall funding for outreach as well as an elimination of funding for the Children's Health Initiative.

(Committee) The committee restores \$3.58 million to continue the current Healthy Start and Children's Health Initiative efforts.

HUSKY Outreach and Data Collection	0	-4,026,307	0	-446,000	0	3,580,307
Total - General Fund	0	-4,026,307	0	-446,000	0	3,580,307

Establish an Employer Health Insurance Subsidy Program -(B)

(Governor) The Governor recommends establishing a small employer health insurance subsidy program in an effort to improve access to health care. Under this proposal, the state would apply for a federal waiver to establish a capped, non-entitlement program for between 3,000 and 5,000 enrollees. DSS would contract with one or more small employer purchasing pools and would provide subsidies to the employer sponsored plan to offset employee premium shares.

Individuals and families under 185% of the federal poverty level would be eligible to participate. Childless workers would be eligible for a subsidy toward their

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
premium share of \$60 per person, per month, up to the total premium share. Families would be eligible for a subsidy of \$100 per person, per month up to the total premium share.						
This program will be implemented April 1, 2003, with a capped annualized cost of \$3.6 million for the subsidies.						
(Committee) The committee concurs with the Governor's recommendation, but delays the full implementation of this effort by three months, until July 1, 2003. The subcommittee provides \$400,000 in FY03 to allow DSS to design the system in anticipation of full implementation in FY03.						
Other Expenses	0	600,000	0	400,000	0	-200,000
HUSKY Program	0	900,000	0	0	0	-900,000
Total - General Fund	0	1,500,000	0	400,000	0	-1,100,000

Eliminate Personal Care Assistance Programs -(B)

There are currently two separate personal care assistance (PCA) programs funded under the Services for People with Disabilities account, with total enrollment of no more than 5 individuals.

(Governor) The Governor recommends eliminating the two PCA programs within the Services to People with Disabilities account. Eligible clients would receive services through the PCA waiver under the Medicaid program. This change will result in a net savings of \$589,370.

(Committee) The committee recommends retaining the PCA State Funded Working Persons program, which currently has two clients enrolled. It is not expected that these two clients would be able to enroll in the Medicaid program.

Medicaid	0	65,232	0	65,232	0	0
Services for Persons with Disabilities	0	-654,602	0	-272,567	0	382,035
Total - General Fund	0	-589,370	0	-207,335	0	382,035

Augment Medicaid Programs-(B)

(Committee) The committee provides \$1.2 million to continue medical the enrolment of legal immigrants for medical services.

The also committee provides an additional \$2.5 million for the Medicaid program to reflect the addition of smoking cessation services under the Medicaid benefit plan. DSS is currently authorized to provide these services, but has not implemented them due to a lack of funding. An additional \$25,000 is provided for support services for the Medicaid Managed Care Council.

Medicaid	0	0	0	3,725,000	0	3,725,000
Total - General Fund	0	0	0	3,725,000	0	3,725,000

Family Directed Home Care Services Program -(B)

Currently, DSS and the Department Mental Retardation (DMR) have Memorandum of Agreements for eight children who had been authorized for home health care under Medicaid. Funding has been transferred from DSS to DMR in order to convert home health resources to provide for individual supports for children with mental retardation that have difficulty accessing home health services on a consistent basis.

(Committee) DSS shall work with DMR in order to expand this pilot program to include an additional 12

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<p>children. The expansion shall include those children that are currently receiving home health care services under Medicaid through DSS and are having difficulty accessing a sufficient amount of authorized home care. Funding shall be transferred from DSS to DMR to support the Individual Support Agreements that each family shall have with DMR identifying the supports and associated costs. Both DSS and DMR shall continue to evaluate this pilot program with the intended outcome of providing the resources necessary to meet the home health needs of children with mental retardation.</p>						
SAGA Cost and Caseload Update -(B)						
<p>The State Administered General Assistance (SAGA) program provides financial and medical benefits to low - income families and individuals. Behavioral health services are funded separately under the budget of the Department of Mental Health and Addiction Services (DMHAS).</p>						
<p>(Governor) The Governor recommends an additional \$7.1 million for the SAGA program to reflect updated cost and caseload estimates. The original FY03 budget included savings of \$5 million for the implementation of a primary care case management (PCCM) program for the SAGA medical benefit. The Governor has added these funds back to the appropriation for SAGA as the PCCM plan does not appear to be going forward.</p>						
-(Committee) Same as Governor						
State Administered General Assistance	0	7,111,894	0	7,111,894	0	0
Total - General Fund	0	7,111,894	0	7,111,894	0	0
Restructure SAGA Medical Benefits-(B)						
<p>The original FY03 budget passed in the 2001 legislative session assumed a savings of \$5 million in the SAGA program through the implementation of primary care case management (PCCM) with the state's community health centers or federally qualified health centers (FQHC's).</p>						
<p>(Governor) The Governor does not believe that the savings assumed through a PCCM will be achieved. These funds were built back into the FY03 SAGA budget base (see write up "SAGA Cost and Caseload Update). Instead of this initiative, the Governor recommends moving to a flat grant or risk based approach and to have the FQHC's supply prescription drugs to SAGA recipients using the federal supply schedule. The Governor estimates that this initiative will save \$5 million in FY03, less \$500,000 in start up expenses under the Other Expenses account.</p>						
<p>The Governor further recommends eliminating certain services now offered as part of the SAGA medical package, for a savings of \$4.1 million in FY03. The eliminated services are home health (\$2.1 million), vision (\$800,000), durable medical equipment (\$750,000), and other practitioners (\$450,000).</p>						
<p>(Committee) The committee concurs with the Governor's recommendation concerning pharmaceutical benefits under the SAGA program. However, the committee does not support the elimination of vision, durable medical equipment and other practitioner benefits in SAGA.</p>						
Other Expenses	0	500,000	0	500,000	0	0
State Administered General Assistance	0	-9,100,000	0	-7,100,000	0	2,000,000
Total - General Fund	0	-8,600,000	0	-6,600,000	0	2,000,000

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Restructure Elderly Health Screening -(B)						
DSS funds four elderly health programs with the goal of providing preventive care to low -income elderly residents. As Medicare covers full health screenings, three of the four programs provide more specialized screening, case management, health education and intervention services to low -income individuals.						
(Governor) The Governor recommends eliminating funding for one elderly health screening program which provides full health screenings without pursuing Medicare reimbursement and which does not target low -income and minority clients. This results in a FY03 savings of \$314,045.						
-(Committee) Same as Governor						
Services to the Elderly	0	-314,045	0	-314,045	0	0
Total - General Fund	0	-314,045	0	-314,045	0	0

Temporary Family Assistance Cost and Caseload Update -(B)

The Temporary Family Assistance (TFA) program provides cash assistance to eligible low -income families. Individuals in the TFA program are usually eligible for health care services provided under the state's Medicaid program.

(Governor) The Governor recommends an additional \$9.6 million for the TFA program to reflect updated caseload estimates. This update reflects the annualization of the Governor's projected \$11.8 million deficiency for this program.

This deficiency is primarily due to two factors. First, the base caseload has fallen at a significantly slower pace than assumed in the original budget.

The second factor driving the TFA deficiency is the manner of implementation of the three extension limit passed in the last legislative session. The budget as passed assumed that DSS would implement a mass modification to the system after the first quarter, resulting in a reduction of approximately 2,000 cases in October. However, DSS has opted to implement this limit at the time of a family's six-month review. This rolling implementation of the policy has reduced anticipated savings in FY 02 as families exceeding the limit have been leaving the program at a gradual pace over the first half of the fiscal year.

-(Committee) Same as Governor

Temporary Assistance to Families - TANF	0	9,576,770	0	9,576,770	0	0
Total - General Fund	0	9,576,770	0	9,576,770	0	0

Supplemental Assistance Cost and Caseload Updates -(B)

Supplemental Assistance consists of Old Age Assistance, Aid to the Blind and Aid to the Disabled. These programs provide monthly financial assistance to low income individuals. The supplemental assistance programs are entirely state funded, but operate under both state and federal guidelines. In order to receive benefits, an individual must have another source of income to supplement, such as the federal Social Security, Supplemental Security Income, or Veteran's Benefits. All recipients are automatically eligible for health care benefits under the state Medicaid program.

(Governor) The Governor recommends reducing the appropriations for the Supplemental Assistance programs by \$4.4 million to reflect ongoing caseload

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
changes anticipated during FY03.						
-(Committee)Same as Governor						
Old Age Assistance	0	-1,982,294	0	-1,982,294	0	0
Aid to the Blind	0	32,186	0	32,186	0	0
Aid to the Disabled	0	-2,472,032	0	-2,472,032	0	0
Total - General Fund	0	-4,422,140	0	-4,422,140	0	0

Allow Pass Through of Federal COLA -(B)

Individuals enrolled in the Supplemental Assistance programs must have another source of income, such as Social Security, to qualify for supplemental assistance. Under the current Connecticut program, whenever a recipient of supplemental assistance is granted a cost of living adjustment (COLA) in their Social Security benefit, the amount by which their Federal benefit has increased is deducted from the amount of their monthly supplemental assistance check. In addition, the state has not granted a COLA to the supplemental assistance benefit amount since 1990. As a result, the income available to program recipients has been static.

(Committee) The committee provides \$2 million to allow recipients of supplemental assistance to retain any COLA in the federal payment without a concurrent reduction in their state benefit level. This change would be effective with the January 2003 federal COLA. The committee also recommends indexing the income limits of the supplemental assistance programs so that recipients would not be forced off the program as they receive increases in their federal benefit levels.

Old Age Assistance	0	0	0	606,250	0	606,250
Aid to the Blind	0	0	0	18,750	0	18,750
Aid to the Disabled	0	0	0	1,375,000	0	1,375,000
Total - General Fund	0	0	0	2,000,000	0	2,000,000

Temporary Rental Assistance Expenditure Update-(B)

The Temporary Rental Assistance (T-RAP) program provides rental subsidies for individuals whose TFA benefits have been terminated.

(Governor) The Governor recommends reducing the appropriation for T-RAP by \$2.3 million to reflect anticipated needs based on current utilization and caseload trends.

(Committee) The committee reduces the appropriation for T-RAP by \$1.25 million. This reduction assumes that eligibility for T-RAP will be expanded to include those individuals who leave the Temporary Family Assistance program due to time limits.

Transitional Rental Assistance	0	-2,247,090	0	-1,247,090	0	1,000,000
Total - General Fund	0	-2,247,090	0	-1,247,090	0	1,000,000

Revise Child Care Supplemental Funding -(B)

(Governor) The Governor recommends a reduction of \$7.4 million for the Child Care Services account. The original FY03 budget appropriated these funds in anticipation of receiving additional federal supplemental child care funds. It now appears that these additional funds will not be received by the state.

-(Committee)Same as Governor

Child Care Services -TANF/CCDBG	0	-7,395,399	0	-7,395,399	0	0
Total - General Fund	0	-7,395,399	0	-7,395,399	0	0

Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
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Child Care Cost and Caseload Update-(B)

The department offers a variety of child care benefits intended to allow low-income families to become self-sufficient in the working world.

(Governor) The Governor recommends an additional \$4.8 million for the Child Care Subsidies program to reflect updated cost and caseload estimates.

-(Committee) Same as Governor

Child Care Services -TANF/CCDBG	0	4,774,831	0	4,774,831	0	0
Total - General Fund	0	4,774,831	0	4,774,831	0	0

Re-Establish Funding for Certain Child Care Services -(B)

(Committee) The committee transfer \$7.1 million from the Other Expenses account to the Child Care Services account and directs it in the following manner:

- \$2.2 million is provided to Connecticut Charts a Course to offer 1,240 scholarships to early childhood education professionals seeking early childhood education credentials (CDA), associate degrees, baccalaureate degrees and post-graduate degrees. These funds will also support the development of an accelerated CDA program;
- \$1.5million is provided for new and expanded after school child care programs;
- \$1 million is provided for quality enhancement efforts at municipal and state run day care centers. These efforts will include mental health services, parent education, and health services;
- \$.7million is provided for family day care centers for quality enhancement grants, to be distributed in consultation with the School Readiness Councils. These grants will foster support services between the family day care centers and the municipal and state run day care centers;
- \$1.7million will support a variety of existing and new initiatives which include: the Commissioner's Kith and Kin Initiative; Statewide Accreditation Facilities Program; Training Program in Child Development; wage enhancement pilots linked to apprenticeship training in collaboration with the Department of Labor; increases to meet uniform fee and rate policies at state funded day care centers as directed by CCDF law and regulations; infant/toddler capacity development; Family Day Care network pilots; and survey and research capacity needs.

Other Expenses	0	0	0	-7,100,000	0	-7,100,000
Child Care Services -TANF/CCDBG	0	0	0	7,100,000	0	7,100,000

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Total - General Fund	0	0	0	0	0	0

Transfer Funding from DMHAS -(B)

(Governor) The Governor recommends transferring \$3.5 million from the Department of Mental Health and Addiction Services' General Assistance Managed Care account to the SAGA account under DSS. Funding for all behavioral health services under the SAGA program were transferred to DMHAS in FY98. At the time, the responsibility for pharmaceutical services was not clearly delineated between the two departments. This transfer reflects the actual payment of pharmacy services under DSS. This transfer will simplify the administration of the pharmacy benefit under SAGA and will not impact services provided under the program.

-(Committee) Same as Governor

State Administered General Assistance	0	3,500,000	0	3,500,000	0	0
Total - General Fund	0	3,500,000	0	3,500,000	0	0

Reallocate Anti-Hunger Funding -(B)

(Governor) The Governor recommends transferring funding from the Anti-Hunger account to the Housing/Homeless Services account. This transfer is proposed in order to utilize these funds for direct services rather than advocacy and support programs.

(Committee) The committee maintains the Governor's recommended funding level for the Housing/Homeless Services line item. Additionally, the committee does not reduce the Anti-Hunger program's original FY03 appropriation, and provides an additional \$50,000 for these efforts.

Anti-Hunger Programs	0	-215,665	0	50,000	0	265,665
Housing/Homeless Services	0	215,665	0	215,665	0	0
Total - General Fund	0	0	0	265,665	0	265,665

Augment Housing/Homeless Services -(B)

(Committee) The committee provides an additional \$750,000 to support programs that combat homelessness statewide. These funds include the Greater Waterbury Interfaith Ministries (\$100,000), day programs at the New Haven Life Center (\$100,000), and the Beyond Shelter Initiative (\$500,000). An additional \$50,000 is provided to DSS to enable it to develop, in conjunction with the Departments of Economic and Community Development, Corrections and Mental Health and Addiction Services and the Connecticut Housing Finance Authority, a strategic plan to end homelessness in Connecticut.

Housing/Homeless Services	0	0	0	750,000	0	750,000
Total - General Fund	0	0	0	750,000	0	750,000

General Cost and Caseload Update -(B)

(Governor) The Governor recommends providing an additional \$1 million for general cost updates under the following accounts: Other Expenses, State Food Stamp Supplement and Services to the Elderly (Protective Services to the Elderly).

-(Committee) Same as Governor

Other Expenses	0	2,700,000	0	2,700,000	0	0
State Food Stamp Supplement	0	772,643	0	772,643	0	0

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Information Technology Services	0	-2,700,000	0	-2,700,000	0	0
Services to the Elderly	0	267,178	0	267,178	0	0
Total - General Fund	0	1,039,821	0	1,039,821	0	0

Reallocate Data Processing Funding -(B)

(Governor) The Governor recommends transferring funding for data processing operations to Personal Services and Other Expenses.

-(Committee) Same as Governor

Personal Services	77	4,943,897	77	4,943,897	0	0
Other Expenses	0	42,427,081	0	42,427,081	0	0
Information Technology Services	0	-47,370,978	0	-47,370,978	0	0
Total - General Fund	77	0	77	0	0	0

Reallocate Other Expenses Funding -(B)

(Governor) The Governor recommends transferring a total of \$540,000 from the Other Expenses account to the HUSKY Data Collection and Outreach, Services to the Elderly, Housing/Homeless Services and Teen Pregnancy Prevention accounts to more accurately reflect the provision of services.

-(Committee) Same as Governor

Other Expenses	0	-540,000	0	-540,000	0	0
HUSKY Outreach and Data Collection	0	325,000	0	325,000	0	0
Services to the Elderly	0	133,000	0	133,000	0	0
Housing/Homeless Services	0	50,000	0	50,000	0	0
Teen Pregnancy Prevention	0	32,000	0	32,000	0	0
Total - General Fund	0	0	0	0	0	0

Use Federal Funds for Fuel Assistance -(B)

The State Appropriated Fuel Assistance program provides heating assistance to households with elderly or disabled members with incomes between 150% and 200% of the federal poverty level.

(Governor) The Governor recommends eliminating General Fund support for the fuel assistance program. It is anticipated that funds available under the federal Low Income Home Energy Assistance Program block grant will be sufficient to maintain the program at its current service level without General Fund support

-(Committee) Same as Governor

Energy Assistance	0	-2,081,170	0	-2,081,170	0	0
Total - General Fund	0	-2,081,170	0	-2,081,170	0	0

Reduce Security Deposit Program -(B)

(Governor) The Governor recommends eliminating General Fund support for the security deposit program. It is anticipated that sufficient funding exists to support this program from the current security deposit reserves as well as federal funding sources.

(Committee) The committee does not reduce funding for the Security Deposit program.

Housing/Homeless Services	0	-136,553	0	0	0	136,553
Total - General Fund	0	-136,553	0	0	0	136,553

Eliminate Independent Living Center Administration -(B)

Independent Living Centers provide independent living rehabilitation services to individuals whose disabilities are so severe that they do not presently have potential

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
for employment, but may benefit from rehabilitation services which will enable them to live and function more independently.						
(Governor) The Governor recommends eliminating administrative funding for Independent Living Centers.						
(Committee) The committee does not concur with the Governor and provides \$30,000 for Independent Living Center Administration in FY03.						
Personal Services	-1	0	0	0	1	0
Independent Living Center- Administration	0	-24,388	0	5,612	0	30,000
Total - General Fund	-1	-24,388	0	5,612	1	30,000

Reduce Ryan White Services -(B)

DSS receives both state and federal funds to administer pharmaceutical coverage to clients with AIDS or HIV infection. Chapter 4 of the federal ADAP Manual states that the grantee may not spend more than 10% of the grant amount on administration, planning and evaluation. The Ryan White grant to DSS is \$9,245,136 in FY03.

(Governor) The Governor recommends charging the total cost of the Connecticut AIDS Drug Assistance Program (CADAP) administration to the federal Ryan White Fund. This results in a savings of \$131,797 in FY03.

(Committee) The committee maintains the current funding structure for CADAP.

Personal Services	-2	-131,797	0	0	2	131,797
Total - General Fund	-2	-131,797	0	0	2	131,797

Reduce Funding for Various Programs-(B)

(Governor) The Governor recommends a general funding reduction totaling \$870,461 in eight programs. With the exception of the Human Resources Development account, these reductions, when combined with the continuation of the FY02 rescissions, total 10% for the programs.

(Committee) The committee does not concur with the Governor's recommended reductions. The committee provides an additional \$100,000 for the Human Resource Development – Hispanic account for additional interpreter services and \$100,000 for the Human Resource Development account for the Westrock Neighborhood refund. The committee further allocates \$200,000 from the current Human Resource Development account specifically to the Craftery Gallery in Hartford. These funds had previously been passed through CRT-Hartford as a fiscal intermediary.

Human Resource Development-Hispanic Programs	0	-10,000	0	100,000	0	110,000
Services to the Elderly	0	-199,862	0	0	0	199,862
Services for Persons with Disabilities	0	-345,903	0	0	0	345,903
Human Resource Development	0	-250,000	0	100,000	0	350,000
Independent Living Centers	0	-36,472	0	0	0	36,472
Human Resource Development	0	-7,767	0	0	0	7,767
Human Resource Development-Hispanic Programs	0	-1,215	0	0	0	1,215
Teen Pregnancy Prevention	0	-19,242	0	0	0	19,242
Total - General Fund	0	-870,461	0	200,000	0	1,070,461

Funding for the Family Support Council -(B)

The Family Support Council was established in 1994 (PA 94-228) to ensure that families have the opportunities to access supports they need to parent

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
their children with disabilities. The council reports annually to the Governor and General Assembly on the state of family support services in Connecticut.						
(Committee) The committee provides \$100,000 to the Family Support Council to sustain the regional family support councils created under a one-time federal grant. Funding will support regional family support councils and the statewide council in assisting families in accessing information and promoting family support resources.						
Services for Persons with Disabilities	0	0	0	100,000	0	100,000
Total - General Fund	0	0	0	100,000	0	100,000

Enhance In-House Research, Data Analysis and Revenue Maximization Capability -(B)

(Governor) The Governor recommends authorizing DSS to develop an in-house data collection and analysis capability. The creation of this unit will allow the department to lessen its dependence upon outside professional assistance, thereby reducing Other Expenses expenditures. A total of 15 positions are added for this effort, but the anticipated drop in the utilization of outside consultants result in a net savings of \$1.2 million.

-(Committee) Same as Governor

Personal Services	15	1,075,000	15	1,075,000	0	0
Other Expenses	0	-2,264,704	0	-2,264,704	0	0
Total - General Fund	15	-1,189,704	15	-1,189,704	0	0

Augment Community Services Funding -(B)

(Committee) The committee provides an additional \$200,000 to augment community services statewide. These funds will support Christian Community Action (\$75,000), Hill Cooperative Youth (\$50,000), and the Thompson Ecumenical Center (\$75,000).

Community Services	0	0	0	200,000	0	200,000
Total - General Fund	0	0	0	200,000	0	200,000

Supplement Elderly Services -(B)

(Committee) The committee provides an additional \$80,000 to supplement elderly services in the state. These funds will support the Elderly Express programs in Greater New Haven (\$20,000) and in Bozrah, Franklin, Lebanon and Salem (\$30,000). An additional \$30,000 is provided to support geriatric assessment services in Norwich.

Services to the Elderly	0	0	0	80,000	0	80,000
Total - General Fund	0	0	0	80,000	0	80,000

Total	2,239	3,696,000,205	2,242	3,656,665,624	3	-39,334,581
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Soldiers, Sailors and Marines' Fund 6301

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time - SF	19	17	17	16	15	-1
BUDGET SUMMARY						
Personal Services	739,682	781,238	826,652	788,188	754,844	-33,344
Other Expenses	391,986	437,453	451,985	436,526	422,425	-14,101
Equipment	11,535	15,000	7,500	7,500	7,500	0
Other Current Expenses						
Award Payments to Veterans	1,794,325	1,900,000	1,930,000	1,930,000	1,930,000	0
Transitional Living Services for Veterans	0	0	0	0	200,000	200,000
Agency Total - Soldiers, Sailors and Marines' Fund	2,937,528	3,133,691	3,216,137	3,162,214	3,314,769	152,555

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation - SF	17	3,216,137	17	3,216,137	0	0

Eliminate Vacant Positions -(B)

(Governor) The governor recommends eliminating a vacant Administrative Assistant position by reducing Personal Services \$38,464 and Other Expenses \$15,459. The Other Expenses reduction reflects the fringe benefit costs associated with the position.

(Committee) Funding of \$101,368 is reduced to reflect the elimination of two vacant positions. The Administrative Assistant and Head Clerk positions are eliminated to reflect the savings attributed to not filling the vacant positions. The Other Expenses reduction reflects the fringe benefit costs associated with the two positions.

Personal Services	-1	-38,464	-2	-71,808	-1	-33,344
Other Expenses	0	-15,459	0	-29,560	0	-14,101
Total - Soldiers, Sailors and Marines' Fund	-1	-53,923	-2	-101,368	-1	-47,445

Fund Transitional Living Services for Veterans -(B)

The Homes for the Brave is a statewide collaboration to eradicate homelessness among veterans. A Transitional Living Center has been developed in Bridgeport to serve homeless veterans by providing mental health services, addiction counseling and vocational training. This facility will be an interim stop for these homeless veterans. Veterans will also be assisted in finding a permanent housing placement.

(Committee) Funding of \$200,000 is provided to support the Transitional Living Center in Bridgeport. Funding will provide eligible veterans with support at the Transitional Living Center for a period of time as to allow them to transition into a permanent housing setting. Rehabilitation and vocational programs will be provided to the eligible homeless veterans at this 40-bed facility and assist them in adjusting to work, managing mental illness, with substance abuse problems and with everyday skills that may be lost during their homeless period. Funding shall only support eligible veterans with the goal of providing them with the supports necessary for a successful transition to homes and jobs.

Transitional Living Services for Veterans	0	0	0	200,000	0	200,000
Total - Soldiers, Sailors and Marines' Fund	0	0	0	200,000	0	200,000
Total - SF	16	3,162,214	15	3,314,769	-1	152,555

3/25/02

Board of Education and Services for the Blind 7101

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time	91	90	90	91	92	1
BUDGET SUMMARY						
Personal Services	4,364,647	5,071,823	5,325,390	5,414,990	5,472,990	58,000
Other Expenses	2,465,108	1,468,174	1,535,218	1,535,218	1,537,218	2,000
Equipment	1,062	1,000	1,000	1,000	1,000	0
Other Current Expenses						
Educational Aid for Blind and Visually Handicapped Children	0	0	0	7,476,945	7,476,945	0
Other Than Payments to Local Governments						
Supplementary Relief and Services	133,405	123,350	123,350	123,350	123,350	0
Education of Handicapped Blind Children	5,315,752	5,738,166	5,738,166	0	0	0
Vocational Rehabilitation	998,583	1,004,522	1,004,522	1,004,522	1,004,522	0
Education of Pre-School Blind Children	109,852	124,887	124,887	0	0	0
Special Training for the Deaf Blind	350,129	354,540	354,540	354,540	354,540	0
Connecticut Radio Information Service	44,477	44,477	44,477	44,477	44,477	0
Grant Payments to Local Governments						
Services for Persons with Impaired Vision	687,881	442,672	442,672	0	0	0
Tuition and Services-Public School Children	1,308,220	1,171,220	1,171,220	0	0	0
Agency Total - General Fund	15,779,116	15,544,831	15,865,442	15,955,042	16,015,042	60,000
Additional Funds Available						
Federal Contributions	3,284,475	3,286,475	3,286,475	3,286,475	3,286,475	0
Carry Forward Funding	0	66,323	0	0	0	0
Special Funds, Non-Appropriated	35,000	37,000	39,000	39,000	39,000	0
Private Contributions	5,727,400	5,781,400	5,881,400	5,881,400	5,881,400	0
Agency Grand Total	24,825,991	24,716,029	25,072,317	25,161,917	25,221,917	60,000

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	90	15,865,442	90	15,865,442	0	0

Enhance Personal Services for New Position - (B)

(Governor) The governor recommends funding of \$89,600 to support a new position, Deputy Executive Director of Administration. An employee from within the agency who has been funded from a restricted account within the Business Enterprise Program has filled this position.

-(Committee) Same as Governor

Personal Services	1	89,600	1	89,600	0	0
Total - General Fund	1	89,600	1	89,600	0	0

Reallocate Funding for Children's Services -(B)

Currently, the Board of Education and Services for the Blind has four different accounts that support eligible children who are legally blind or visually impaired.

(Governor) The governor recommends reallocating funding of \$7,476,945 from various accounts to a newly created Educational Aid for Blind and Visually Handicapped Children account.

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
This is a change in the account structure for Children's Services accounts in order to resolve long-standing conflicts with the Office of the State Comptroller's Accounting Manual. The level of funding provided through the grants will not be impacted by this change.						
-(Committee) Same as Governor						
Educational Aid for Blind and Visually Handicapped Children	0	7,476,945	0	7,476,945	0	0
Education of Handicapped Blind Children	0	-5,738,166	0	-5,738,166	0	0
Education of Pre-School Blind Children	0	-124,887	0	-124,887	0	0
Services for Persons with Impaired Vision	0	-442,672	0	-442,672	0	0
Tuition and Services-Public School Children	0	-1,171,220	0	-1,171,220	0	0
Total - General Fund	0	0	0	0	0	0

Provide Staffing for the Adaptive Technology Center -(B)

Funding was transferred during FY 02 from the Department of Information Technology (as was provided for Section 47(l) in the Appropriations Act, SA 01-1 of the June Special Session) to the Board of Education and Services for the Blind for equipment and software for the Adaptive Technology Center. The assistive technology that shall be located within the center include, but is not limited to; Braille Note Takers, Braille Embosser, speech and translation software and personal computer support adaptives.

(Committee) Funding of \$60,000 is provided for a new position to staff the Adaptive Technology Center located within the department (\$58,000 for Personal Services and \$2,000 for one-time Other Expenses costs). This staff position will provide technology assessment services to students and clients, assist counselors, workplace personnel and school personnel in identifying appropriate accommodations, modifications, assistive technology devices and/or services that allow consumers to benefit from their specially designed instruction.

Personal Services	0	0	1	58,000	1	58,000
Other Expenses	0	0	0	2,000	0	2,000
Total - General Fund	0	0	1	60,000	1	60,000
Total	91	15,955,042	92	16,015,042	1	60,000

Commission on the Deaf and Hearing Impaired 7102

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time	11	13	13	13	13	0
BUDGET SUMMARY						
Personal Services	584,662	644,962	817,585	767,585	767,585	0
Other Expenses	155,652	150,397	165,686	165,686	165,686	0
Equipment	1,000	1,000	1,000	1,000	1,000	0
Other Current Expenses						
Part-Time Interpreters	236,733	160,000	200,000	200,000	200,000	0
Agency Total - General Fund	978,047	956,359	1,184,271	1,134,271	1,134,271	0
Additional Funds Available						
Federal Contributions	274,932	301,000	301,000	301,000	301,000	0
Carry Forward Funding	0	163,790	0	0	0	0
Bond Funds	3,966	0	0	0	0	0
Private Contributions	0	100	110	110	110	0
Agency Grand Total	1,256,945	1,421,249	1,485,381	1,435,381	1,435,381	0
	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	13	1,184,271	13	1,184,271	0	0
Annualize Savings from Deficit Mitigation Plan - (B)						
In response to the projected FY 02 deficit, the governor enacted allotment recisions and forced targetable lapses totaling \$29.5 million in September 2001. An additional \$28.1 million in recisions and forced lapses was imposed in December 2001.						
Also, SA 01-1 (November 15, 2001 Special Session) made \$35.3 million in General Fund operating budget reductions.						
The Midterm Budget Adjustments recommend removing \$32.3 million from various selected accounts related to annualization of these savings initiatives.						
(Governor) Funding is recommended to be reduced in order to reflect the annualization of the FY 02 operating budget reduction.						
-(Committee) Same as Governor						
Personal Services	0	-50,000	0	-50,000	0	0
Total - General Fund	0	-50,000	0	-50,000	0	0
Total	13	1,134,271	13	1,134,271	0	0

Department of Children and Families 8100

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
POSITION SUMMARY						
Permanent Full-Time	3,398	3,463	3,463	3,463	3,463	0
BUDGET SUMMARY						
Personal Services	182,094,889	197,891,196	214,554,699	213,054,699	213,054,699	0
Other Expenses	26,623,695	32,424,106	31,201,153	36,378,535	35,812,557	-565,978
Equipment	1,000	237,000	1,000	1,000	1,000	0
Other Current Expenses						
Short Term Residential Treatment	625,166	647,150	649,242	656,745	656,745	0
Long Lane Transition	296,145	0	0	0	0	0
Private Provider Supplemental Rates	0	0	0	933,468	0	-933,468
Wilderness School Program	96,250	0	0	0	0	0
Substance Abuse Screening	1,508,510	1,696,133	1,768,832	1,722,274	1,722,274	0
Workers' Compensation Claims	3,948,116	3,790,827	2,970,057	4,017,753	4,017,753	0
Local Systems of Care	844,615	1,177,125	1,180,929	1,194,577	1,194,577	0
Other Than Payments to Local Governments						
Health Assessment and Consultation	0	337,032	324,941	267,145	267,145	0
Grants for Psychiatric Clinics for Children	11,138,118	13,492,138	13,673,602	13,816,599	13,816,599	0
Day Treatment Centers for Children	4,503,402	5,673,104	5,693,910	5,757,250	5,757,250	0
Juvenile Justice Outreach Services	0	1,847,208	1,828,827	2,639,489	2,639,489	0
Child Abuse and Neglect Intervention	5,210,875	5,476,620	5,552,415	5,386,234	5,615,234	229,000
Community Emergency Services	629,813	176,008	176,576	178,617	178,617	0
Community Based Prevention Programs	2,564,587	2,710,404	2,750,117	2,781,887	2,781,887	0
Aftercare for Children	49,755	0	0	0	0	0
Family Violence Outreach and Counseling	458,598	524,644	498,759	504,527	504,527	0
Health and Community Services	1,267,520	0	0	0	0	0
Support for Recovering Families	0	1,759,734	1,757,793	1,776,680	1,776,680	0
No Nexus Special Education	4,621,370	5,859,211	6,183,750	5,950,597	5,950,597	0
Family Preservation Services	5,796,685	6,636,695	6,501,272	6,572,663	6,572,663	0
Substance Abuse Treatment	2,724,137	2,672,635	2,687,538	3,258,598	3,258,598	0
Child Welfare Support Services	2,018,519	518,168	598,776	354,492	629,492	275,000
Juvenile Case Management Collaborative	578,880	0	0	0	0	0
Board and Care for Children-Adoption	30,831,839	37,757,994	40,534,633	40,884,494	42,440,957	1,556,463
Board and Care for Children-Foster	71,830,897	75,470,471	75,603,518	79,005,668	79,005,668	0
Board and Care for Children- Residential	114,782,993	129,932,954	139,678,045	130,095,393	130,095,393	0
Individualized Family Supports	1,019,360	5,141,653	3,656,365	7,586,463	7,586,463	0
Community KidCare	3,089,149	7,322,500	14,884,257	14,826,257	14,826,257	0
Agency Total - General Fund	479,154,883	541,172,710	574,911,006	579,602,104	580,163,121	561,017
Additional Funds Available						
Federal Contributions	12,402,548	12,848,446	13,013,280	13,013,280	13,013,280	0
Carry Forward Funding	0	4,818,976	0	0	0	0
Carry Forward - FY 01 Surplus Appropriations	0	470,443	0	0	0	0
Carry Forward - FY 00 Surplus Appropriations	3,800,000	2,403,854	0	0	0	0
Special Funds, Non-Appropriated	16,026,393	2,500,000	2,500,000	2,500,000	2,500,000	0
Bond Funds	1,734,205	2,845,000	2,108,000	2,108,000	2,108,000	0
Private Contributions	267,959	257,828	263,994	263,994	263,994	0
Agency Grand Total	513,385,988	567,317,257	592,796,280	597,487,378	598,048,395	561,017

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	3,463	574,911,006	3,463	574,911,006	0	0

Provide FY 02 Deficiency Funding for Department of Children and Families-(B)

(Governor) Gross funding, in the amount of \$580,978, is included within HB 5022 (the Governor's Proposed FY 02 Deficiency Bill) for the Department of Children and Families in recognition of an anticipated shortfall in the Workers' Compensation Claims account.

This sum is recommended to be transferred to the Department of Children and Families from the appropriation to the Department of Mental Health and Addiction Services for Supportive Housing.

-(Committee) Same as Governor

Expenditure Update/Personal Services-(B)

(Governor) A reduction in funding, in the amount of \$500,000, is recommended to reflect more accurately anticipated personal services costs of the agency.

-(Committee) Same as Governor

Personal Services	0	-500,000	0	-500,000	0	0
Total - General Fund	0	-500,000	0	-500,000	0	0

Enhance LINK Computer System-(B)

The Department of Children and Families continues to fall behind on its ability to provide data needed to satisfy federal directives and agreements entered into pursuant to the Juan F. Consent Decree. Further development of the agency's information technology capacity is needed to allow the agency to meet various reporting mandates and potentially avert the loss of federal reimbursement and/or a finding of non-compliance from the DCF Court Monitor. The department is also faced with the need to upgrade its computer operating system.

(Governor) Funding, in the amount of \$4,000,000, is recommended to enhance the agency's LINK computer system. It is intended that these dollars support the costs of data processing consultant services, an upgrade of the agency's operating system, and conversion of closed child-specific case records to electronic format.

This sum will be supplemented by an additional \$728,000 from the Capital Equipment Purchase Fund.

(Committee) Funding, in the amount of \$3,184,022 is provided to enhance the agency's LINK computer system. It is intended that these dollars support the costs of data processing consultant services as well as an upgrade of the agency's operating system.

An additional \$250,000 is provided to allow the agency to plan for the future conversion of case records to electronic format. The agency shall report to the Joint Standing Committee on Appropriations by January 15, 2003, on the scope of the proposed conversion project and an accounting of projected costs over the life of the project.

This sum will be supplemented by an additional \$728,000 from the Capital Equipment Purchase Fund.

Other Expenses	0	4,000,000	0	3,434,022	0	-565,978
Total - General Fund	0	4,000,000	0	3,434,022	0	-565,978

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Expenditure Update/Annualization - Engineering Services -(B)						
The new Connecticut Juvenile Training School (in Middletown) opened in August 2001. The facility has a maximum capacity of 240 youths.						
(Governor) A reduction in funding, in the amount of \$62,000, is recommended to reflect annualized savings from the elimination of one-time contractual costs associated with engineering oversight related to the construction of the Connecticut Juvenile Training School.						
-(Committee) Same as Governor						
Other Expenses	0	-62,000	0	-62,000	0	0
Total - General Fund	0	-62,000	0	-62,000	0	0
Restore Energy Funding -(B)						
The 2001-2003 biennial budget as passed by the General Assembly removed \$12 million in FY 03 from certain agencies' current services for energy costs (\$9.2 million from General Fund agencies and \$2.8 million from Special Transportation Fund agencies). The FY 01 General Fund surplus was used to establish the Energy Contingency Fund in the Office of Policy and Management to provide for these energy costs and for potential energy cost increases.						
(Governor) The governor recommends using the FY 01 surplus to offset the current fiscal year deficit, thereby eliminating the Energy Contingency Fund. A total of \$12.4 million in anticipated FY 03 energy costs are restored to affected agencies' budgets. Funding of \$1,324,382 is recommended for the Department of Children and Families for this purpose.						
-(Committee) Same as Governor						
Other Expenses	0	1,324,382	0	1,324,382	0	0
Total - General Fund	0	1,324,382	0	1,324,382	0	0
Provide Supplemental Funding for Private Providers -(B)						
The Governor has recommended an additional \$3 million under the budgets of the Departments of Children and Families, Mental Health and Addiction Services and Mental Retardation to aid private providers. Each agency will be provided a pool of funds to be used to address extraordinary costs of certain providers associated with staffing, medical needs or other situations of extreme financial distress.						
(Governor) Funding, in the amount of \$933,468, is recommended to allow the department to renegotiate FY 03 contracts with private providers experiencing extraordinary costs.						
(Committee) The committee does not provide funding for supplemental payments to private providers.						
Private Provider Supplemental Rates	0	933,468	0	0	0	-933,468
Total - General Fund	0	933,468	0	0	0	-933,468

Expenditure Update/Workers' Compensation Claims -(B)

PA 90-327, "AAC Appropriations for Workers' Compensation Payments," requires the appropriations of Workers' Compensation (WC) claims funding under the budgets of the six agencies having the largest WC claims costs. Prior to FY 01, funding for WC claims

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
paid on behalf of Department of Children and Families' employees was included under the budget of the Department of Administrative Services.						
(Governor) Funding, in the amount of \$1,047,696, is recommended to reflect more accurately anticipated Workers' Compensation claims costs in FY 03.						
-(Committee) Same as Governor						
Workers' Compensation Claims	0	1,047,696	0	1,047,696	0	0
Total - General Fund	0	1,047,696	0	1,047,696	0	0

Eliminate Contracted Clinical and Pediatric Consultants -(B)

The department has historically relied upon consulting pediatric health care providers to assist with the assessment and treatment of children in foster care. Twenty four (24) such contracts (ranging from \$400 to \$14,000 each) have been entered into in FY 02.

Foster care clinics, which provide multidisciplinary evaluations to children who have been placed for the first time, have recently been established in each of the agency's five regions.

(Governor) A reduction in funding, in the amount of \$61,551, is recommended to reflect savings from the elimination of support for consulting clinical and pediatric providers in response to the recent development of foster care clinics.

-(Committee) Same as Governor

Health Assessment and Consultation	0	-61,551	0	-61,551	0	0
Total - General Fund	0	-61,551	0	-61,551	0	0

Eliminate Support for Covenant to Care -(B)

Covenant to Care facilitates the provision of goods and services to children involved with the department under its Adopt a Social Worker program. 180 religious congregations participate by contributing resources to meet the needs of children served by each of the agency's fourteen sub-regional offices.

The organization also operates the Families for Children program, which endeavors to recruit Latino and African American foster and adoptive homes in the Waterbury and Danbury areas.

(Governor) A reduction in funding, in the amount of \$229,000, is recommended to reflect elimination of support for services provided by Covenant to Care, Inc.

(Committee) A reduction in funding is not provided to reflect the intent of the committee that support for services provided by Covenant to Care, Inc. be continued.

Child Abuse and Neglect Intervention	0	-229,000	0	0	0	229,000
Total - General Fund	0	-229,000	0	0	0	229,000

Eliminate Support for Neighborhood Youth Center - (B)

Neighborhood centers provide safe gathering places for children. A variety of learning and enrichment activities are offered to children and their parents throughout the week, weekends and during the summer in order to build a foundation for the parent and child for the future.

(Governor) A reduction in funding, in the amount of \$150,000, is recommended to reflect the elimination of support for Neighborhood Place, a pilot neighborhood

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
center directed by the Yale Child Studies Center's outpatient clinic.						
(Committee) A reduction in funding is not provided to reflect the intent of the committee that support for Neighborhood Place be continued.						
Child Welfare Support Services	0	-150,000	0	0	0	150,000
Total - General Fund	0	-150,000	0	0	0	150,000

Reintegrate Juvenile Offenders into the Community -(B)

An Intensive Aftercare project will connect youths returning home from juvenile justice residential placement with community services including: outreach tracking and reunification (OTR) to monitor the youths after release; additional jobs programs to move them into productive employment; expanded mentoring; and additional multi-systemic therapy (MST) services to provide in-home therapy for those youths and their families in need of additional substance abuse treatment.

(Governor) A reallocation of funding, in the amount of \$1,969,250, is recommended to reflect the redeployment of dollars from residential treatment to community-based services for high-risk juvenile offenders. This reflects:

Savings of \$1,969,250 under the Board and Care for Children - Residential account in response to the placement of an estimated 22 fewer youth in residential treatment settings;

A transfer of funding, in the amount of \$469,250, from the Board and Care for Children - Residential account to the Juvenile Justice Outreach Services account to reflect continued support for outreach tracking and reunification (OTR) programs;

Increased funding of \$320,000, to support thirty-two (32) new OTR program slots to be funded under the Juvenile Justice Outreach Services account;

Increased funding of \$420,000 to support Jobs Programs initiatives under the Individualized Family Supports account; and

Increased funding of \$220,000 to support mentoring and other community-based wraparound services under the Individualized Family Supports account.

-(Committee) Same as Governor

Juvenile Justice Outreach Services	0	789,250	0	789,250	0	0
Substance Abuse Treatment	0	540,000	0	540,000	0	0
Board and Care for Children- Residential	0	-1,969,250	0	-1,969,250	0	0
Individualized Family Supports	0	640,000	0	640,000	0	0
Total - General Fund	0	0	0	0	0	0

Achieve Savings in Residential Treatment -(B)

A reduced need for residential services is anticipated in response to implementation of the Connecticut Community KidCare program. Residential stays should be shortened as more youth receive services in their own homes, foster homes or other group care settings.

(Governor) A net reduction in funding, in the amount of \$3,000,000, is recommended to reflect savings from the movement of children and youth from residential treatment to less restrictive settings.

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
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This reflects:

Savings of \$9,450,775 in residential treatment costs made possible by the placement of an estimated 135 - 145 fewer children and youth in residential treatment settings:

Increased funding of \$3,200,000 to reflect additional foster care placements and support services; and

Increased funding of \$3,250,775 to reflect enhanced individualized family supports.

-(Committee)Same as Governor

Board and Care for Children-Foster	0	3,200,000	0	3,200,000	0	0
Board and Care for Children- Residential	0	-9,450,775	0	-9,450,775	0	0
Individualized Family Supports	0	3,250,775	0	3,250,775	0	0
Total - General Fund	0	-3,000,000	0	-3,000,000	0	0

Expenditure Update/Community KidCare Ancillary Services -(B)

A total of \$22.5 million in combined state and federal funding had originally been programmed to support the FY 03 costs of the Connecticut Community KidCare Initiative. Of this, \$21.4 million had been earmarked for direct services to families. The remaining \$1.5 million was to support the costs of various ancillary services, including actuarial studies, program evaluations, training and advocacy efforts.

(Governor) A reduction in funding, in the amount of \$100,000, is recommended to reflect a revised estimate of needed ancillary services supporting the implementation of the Connecticut Community KidCare Initiative. Approximately \$1.4 million will be devoted to this purpose in FY 03.

-(Committee)Same as Governor

Community KidCare	0	-100,000	0	-100,000	0	0
Total - General Fund	0	-100,000	0	-100,000	0	0

Reallocate Private Provider COLA Funding -(B)

(Governor) Funding, in the amount of \$3,044,721, is recommended to reflect the reallocation of moneys originally appropriated to the Office of Policy and Management for cost of living adjustments (COLAs) for private providers to the granting agency.

-(Committee)Same as Governor

Short Term Residential Treatment	0	7,503	0	7,503	0	0
Substance Abuse Screening	0	20,442	0	20,442	0	0
Local Systems of Care	0	13,648	0	13,648	0	0
Health Assessment and Consultation	0	3,755	0	3,755	0	0
Grants for Psychiatric Clinics for Children	0	142,997	0	142,997	0	0
Day Treatment Centers for Children	0	63,340	0	63,340	0	0
Juvenile Justice Outreach Services	0	21,412	0	21,412	0	0
Child Abuse and Neglect Intervention	0	62,819	0	62,819	0	0
Community Emergency Services	0	2,041	0	2,041	0	0
Community Based Prevention Programs	0	31,770	0	31,770	0	0
Family Violence Outreach and Counseling	0	5,768	0	5,768	0	0
Support for Recovering Families	0	18,887	0	18,887	0	0
No Nexus Special Education	0	71,465	0	71,465	0	0
Family Preservation Services	0	71,391	0	71,391	0	0
Substance Abuse Treatment	0	31,060	0	31,060	0	0
Child Welfare Support Services	0	5,716	0	5,716	0	0

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
Board and Care for Children-Adoption	0	349,861	0	349,861	0	0
Board and Care for Children-Foster	0	202,150	0	202,150	0	0
Board and Care for Children- Residential	0	1,837,373	0	1,837,373	0	0
Individualized Family Supports	0	39,323	0	39,323	0	0
Community KidCare	0	42,000	0	42,000	0	0
Total - General Fund	0	3,044,721	0	3,044,721	0	0

Annualize Savings from Deficit Mitigation Plan -(B)

In response to the projected FY 02 deficit, the governor enacted allotment recisions and forced targetable lapses totaling \$29.5 million in September 2001. An additional \$28.1 million in recisions and forced lapses was imposed in December 2001.

Also, SA 01-1 (November 15, 2001 Special Session) made \$35.3 million in General Fund operating budget reductions.

The Midterm Budget Adjustments recommend removing \$32.3 million from various accounts related to annualization of these savings initiatives.

(Governor) Funding is recommended to be reduced by \$1,556,618 in order to reflect the annualization of certain FY 02 allotment recisions, forced targetable lapses and operating budget reductions.

(Committee) Funding is reduced by \$1,431,618 in order to reflect the annualization of certain FY 02 allotment recisions, forced targetable lapses and operating budget reductions.

It is the intent of the committee that \$125,000 be provided to MARC, Inc. of Manchester for a pilot school drop out prevention program.

Personal Services	0	-1,000,000	0	-1,000,000	0	0
Other Expenses	0	-85,000	0	-85,000	0	0
Substance Abuse Screening	0	-67,000	0	-67,000	0	0
No Nexus Special Education	0	-304,618	0	-304,618	0	0
Child Welfare Support Services	0	-100,000	0	25,000	0	125,000
Total - General Fund	0	-1,556,618	0	-1,431,618	0	125,000

Create Guardianship Subsidy for Orphaned Children -(B)

(Committee) Funding, in the amount of \$1,556,463, is provided to establish a subsidized guardianship benefit for children living with a relative caregiver who has been appointed guardian due to the death of one or both of the child's parent(s), effective January 1, 2003. This program will be limited to families having incomes less than 200 % of the federal poverty level. A statutory change will be required to implement this program.

Board and Care for Children-Adoption	0	0	0	1,556,463	0	1,556,463
Total - General Fund	0	0	0	1,556,463	0	1,556,463
Total	3,463	579,602,104	3,463	580,163,121	0	561,017

Council to Administer the Children's Trust Fund 8129

	Actual Expenditure FY 01	Estimated Expenditure FY 02	Orig/Rev Appropriation FY 03	Governor's Recommended Revised FY 03	Committee Revised FY 03	Difference Revised Appropriation from Gov.
BUDGET SUMMARY						
Other Current Expenses						
Children's Trust Fund	4,607,169	5,319,040	6,341,951	5,793,594	6,793,594	1,000,000
Agency Total - General Fund	4,607,169	5,319,040	6,341,951	5,793,594	6,793,594	1,000,000
Additional Funds Available						
Federal Contributions	257,000	337,000	350,000	350,000	350,000	0
Private Contributions	38,882	50,000	50,000	50,000	50,000	0
Agency Grand Total	4,903,051	5,706,040	6,741,951	6,193,594	7,193,594	1,000,000

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
FY 03 Original Appropriation	0	6,341,951	0	6,341,951	0	0

Eliminate Three Healthy Families/First Steps Programs -(B)

The Healthy Families/First Steps Initiative is a voluntary program that works with and supports parents. Every first-time mother of a newborn is contacted in the hospital. A volunteer provides information about the HUSKY program and pediatric care, a developmental calendar, and an invitation for up to six months of ongoing parental support and information about community resources. High-risk families are offered weekly home visits. The average stay in the program is one year. Parents can receive services for up to five years.

(Governor) A reduction in funding, in the amount of \$400,000, is recommended to reflect discontinued support for three Healthy Families/First Steps programs originally budgeted to begin operation in FY 03. Funding was appropriated to support two new programs commencing operation in October 2002 and one additional program opening in January 2003.

(Committee) A reduction in funding is not provided to reflect the intent of the committee that support for three Healthy Families/First Steps programs originally budgeted to begin operation in FY 03 be continued.

Children's Trust Fund	0	-400,000	0	0	0	400,000
Total - General Fund	0	-400,000	0	0	0	400,000

Limit Expansion of Help Me Grow/ChildServ Program -(B)

The statewide expansion of ChildServ is a part of the Governor's Behavioral Health Initiative. This program is a prevention initiative to identify and treat young children with behavioral health, developmental and psychosocial needs. Newly named "Help Me Grow," the program bridges the gap between children with the early signs of developmental problems and the programs designed to address them. These services are intended for children at risk of poor developmental

	Gov. Rev. FY 03 Pos.	Gov. Rev. FY 03 Amount	Cmt. Rev. FY 03 Pos.	Cmt. Rev. FY 03 Amount	Difference from Gov. Pos.	Difference from Gov. Amount
outcomes who don't meet the eligibility requirements for the Birth to Three program.						
The sum of \$225,000 was dedicated to this program in FY 02. An additional \$450,000 (for a cumulative total of \$675,000) was appropriated to further expand services in FY 03.						
(Governor) A reduction in funding, in the amount of \$200,000, is recommended to reflect reduced support for the Help Me Grow (formerly ChildServ) program. It is the intent of the governor that \$475,000 be dedicated to these services in FY 03.						
(Committee) A reduction in funding, in the amount of \$100,000, is provided to reflect reduced support for the Help Me Grow (formerly ChildServ) program. It is the intent of the committee that \$575,000 be dedicated to these services in FY 03.						
Children's Trust Fund	0	-200,000	0	-100,000	0	100,000
Total - General Fund	0	-200,000	0	-100,000	0	100,000
Enhance Kinship Fund -(B)						
The Kinship Fund was established as a pilot program with the New Haven Probate Court in 1998 and has since expanded to the Waterbury, Hartford, Bridgeport, Norwich and New London courts. The program is designed to award small grants ranging from \$50 to \$250 per child, and up to \$500 for all children living in one family to provide for certain needs of children living with relatives who are court-appointed guardians. Funds have been used for a wide variety of expenses such as fees for tutoring programs, school uniforms, textbooks and school supplies, field trip costs, and extra-curricular program fees. The current services funding level for this program is \$300,000.						
(Committee) Funding, in the amount of \$500,000, is provided to increase support for the Kinship Fund.						
Children's Trust Fund	0	0	0	500,000	0	500,000
Total - General Fund	0	0	0	500,000	0	500,000
Reallocate Private Provider COLA Funding -(B)						
(Governor) A transfer of funding, in the amount of \$51,643, is recommended to reflect the reallocation of moneys originally appropriated to the Office of Policy and Management for cost of living adjustments (COLAs) for private providers to the granting agency.						
-(Committee) Same as Governor						
Children's Trust Fund	0	51,643	0	51,643	0	0
Total - General Fund	0	51,643	0	51,643	0	0
Total	0	5,793,594	0	6,793,594	0	1,000,000